STATE OF MARYLAND



Robert Mofitt, PhD CHAIR Ben Steffen EXECUTIVE DIRECTOR

MARYLAND HEALTH CARE COMMISSION

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May 25, 2018

The Honorable Thomas McLain Middleton Chair, Senate Finance Committee Miller Senate Office Building, 3 East Wing 11 Bladen St. Annapolis, MD 21401

The Honorable Shane E. Pendergrass Chair, House Health and Government Operations Committee House Office Building, Room 241 6 Bladen St., Annapolis, MD 21401

Re: Interim Report on Modernization of the Maryland Certificate of Need Program

Dear Senator Middleton and Delegate Pendergrass:

The Maryland Health Care Commission (MHCC) is pleased to submit the enclosed interim report on modernizing the Maryland Certificate of Need (CON) Program. This interim report is being submitted in response to your 2017 request for a study on CON reform.

In January, MHCC convened stakeholders in a CON Modernization Task Force. This Task Force provided valuable input on the need for CON, the benefits and costs of CON, and the problems with CON as it is presently implemented. The interim report summarizes comments from regulated health care facilities and others, input from the Task Force and MHCC Commissioners. The interim report does not include recommendations for CON reform and does not represent a final position by MHCC with respect to these issues. It is intended as a template of the key problems and issues that should be addressed in order to reform the CON program. As such it establishes an agenda for the second phase of our work.

MHCC's work with a reconstituted Task Force will continue in the coming months. We plan to submit a final report on CON Modernization in December which will contain recommendations on changing CON regulation.

We welcome any feedback that you have. Please do not hesitate to contact me at 410-764-3566 if you have any questions.

Sincerely,

Ben Steffen Executive Director

Enclosure

cc: Robert Moffit, Maryland Health Care Commission Chair Members, Senate Finance Committee Members, House Health and Government Operations Committee